

**STATE INVESTMENT BOARD**  
**A Division of ND Retirement and Investment Office**  
**Balance Sheet**  
**As of 6/30/2005**

	As of <u>6-30-05</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,458,148,767	\$ 1,408,965,677
INTERNATIONAL EQUITIES	751,581,435	619,279,473
DOMESTIC FIXED INCOME	1,627,107,621	1,392,735,177
INTERNATIONAL FIXED INCOME	144,258,400	128,573,435
REAL ESTATE	216,275,745	171,657,037
VENTURE CAPITAL	123,797,307	119,537,408
INVESTED CASH (NOTE 1)	<u>68,245,056</u>	<u>105,239,583</u>
TOTAL INVESTMENTS	4,389,414,331	3,945,987,790
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	21,609,527	17,548,500
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	579,343,979	467,673,428
DUE FROM OTHER AGENCIES (NOTE 3)	<u>53,576</u>	<u>2,453</u>
TOTAL ASSETS	<u><u>\$ 4,990,421,413</u></u>	<u><u>\$ 4,431,212,171</u></u>
LIABILITIES:		
ACCOUNTS PAYABLE	3,337,225	2,813,855
SECURITIES LENDING COLLATERAL (NOTE 2)	579,343,979	467,673,428
DUE TO OTHER AGENCIES (NOTE 4)	<u>3,342</u>	<u>9,390</u>
TOTAL LIABILITIES	582,684,546	470,496,673
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	3,960,715,498	3,465,330,171
CASH IN DURING YEAR (NOTE 5)	222,532,897	210,888,683
CASH OUT DURING YEAR (NOTE 6)	244,278,573	237,129,537
NET INCREASE (DECREASE)	<u>468,767,045</u>	<u>521,626,181</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>4,407,736,867</u>	<u>3,960,715,498</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 4,990,421,413</u></u>	<u><u>\$ 4,431,212,171</u></u>

**STATE INVESTMENT BOARD**  
**A Division of ND Retirement and Investment Office**  
**Profit and Loss Statement**  
**For the Month Ended 6/30/2005**

	Month Ended <u>6-30-05</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,312,927	\$ 117,178,643
SECURITIES LENDING INCOME	<u>1,469,963</u>	<u>10,882,785</u>
	11,782,890	128,061,428
 GAIN ON SALE OF INVESTMENTS	 46,437,382	 443,405,543
LOSS ON SALE OF INVESTMENTS	<u>22,129,565</u>	<u>261,771,499</u>
 NET GAINS (LOSSES) INVESTMENTS	 24,307,817	 181,634,044
 INVESTMENT EXPENSES	 1,719,065	 14,124,555
SECURITIES LENDING EXPENSES	1,332,011	9,758,763
SIB ADMINISTRATIVE EXPENSES	<u>47,049</u>	<u>362,889</u>
 NET INVESTMENT INCOME	 32,992,582	 285,449,265
 NET APPREC (DEPREC) MARKET VALUE	 31,902,373	 186,329,667
MISCELLANEOUS INCOME/(EXPENSE)	<u>(726,394)</u>	<u>(3,011,887)</u>
 TOTAL INVESTMENT INCOME	 <u>64,168,561</u>	 <u>468,767,045</u>
 NET INCREASE (DECREASE)	 <u>\$ 64,168,561</u>	 <u>\$ 468,767,045</u>

**STATE INVESTMENT BOARD**  
**Notes to Financial Statements**  
**June 30, 2005**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company or a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of the RIO.

**NOTE 4**    **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative or contract fees and direct costs charged.

**NOTE 5**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.

**NOTE 6**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at either The Northern Trust Company or the Bank of North Dakota during the current fiscal year.